

CAPITAL BANK CORPORATION

| | CPP Disbursement Date 12/12/2008 | RSSD (Holding Company) 2741156 | Number of Insured Depository Institutions 1 | | |
|---|-------------------------------------|-----------------------------------|---|------|----|
| | | | | | |
| Selected balance and off-balance sheet items | 2009 \$ millions | 2010 \$ millions | %chg from prev | | |
| Assets | \$1,733 | \$1,585 | -8.5% | | |
| Loans | \$1,390 | \$1,261 | -9.3% | | |
| Construction & development | \$448 | \$351 | -21.7% | | |
| Closed-end 1-4 family residential | \$165 | \$181 | 9.2% | | |
| Home equity | \$97 | \$89 | -8.3% | | |
| Credit card | \$0 | \$0 | | | |
| Other consumer | \$6 | \$5 | -26.0% | | |
| Commercial & Industrial | \$184 | \$145 | -21.0% | | |
| Commercial real estate | \$402 | \$415 | 3.4% | | |
| | | | | | |
| Unused commitments | \$227 | \$171 | -24.8% | | |
| Securitization outstanding principal | \$0 | \$0 | | | |
| Mortgage-backed securities (GSE and private issue) | \$163 | \$172 | 5.6% | | |
| Asset-backed securities | \$0 | \$0 | | | |
| Other securities | \$77 | \$44 | -43.1% | | |
| Cash & balances due | \$28 | \$67 | 137.6% | | |
| | | | | | |
| Residential mortgage originations | | | | | |
| Closed-end mortgage originated for sale (quarter) | \$0 | \$22 | | | |
| Open-end HELOC originated for sale (quarter) | \$0 | \$0 | | | |
| Closed-end mortgage originations sold (quarter) | \$0 | \$24 | | | |
| Open-end HELOC originations sold (quarter) | \$0 | \$0 | | | |
| | | | | | |
| Liabilities | \$1,564 | \$1,479 | -5.4% | | |
| Deposits | \$1,380 | \$1,344 | -2.6% | | |
| Total other borrowings | \$174 | \$121 | -30.3% | | |
| FHLB advances | \$67 | \$71 | 6.0% | | |
| | | | | | |
| Equity | | | | | |
| Equity capital at quarter end | \$169 | \$105 | -37.6% | | |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$0 | \$5 | NA | | |
| | | | | | |
| Performance Ratios | | | | | |
| Tier 1 leverage ratio | 6.5% | 6.4% | -- | | |
| Tier 1 risk based capital ratio | 7.4% | 8.0% | -- | | |
| Total risk based capital ratio | 8.7% | 9.5% | -- | | |
| Return on equity ¹ | -13.5% | -106.5% | -- | | |
| Return on assets ¹ | -1.4% | -8.2% | -- | | |
| Net interest margin ¹ | 3.3% | 3.3% | -- | | |
| Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}} | 66.0% | 50.1% | -- | | |
| Loss provision to net charge-offs (qtr) | 225.1% | 99.1% | -- | | |
| Net charge-offs to average loans and leases ¹ | 1.5% | 6.2% | -- | | |
| ¹ Quarterly, annualized. | | | | | |
| | | | | | |
| | Noncurrent Loans | | Gross Charge-Offs | | |
| Asset Quality (% of Total Loan Type) | 2009 | 2010 | 2009 | 2010 | |
| Construction & development | 5.5% | 14.5% | 0.7% | 4.2% | -- |
| Closed-end 1-4 family residential | 1.9% | 1.9% | 0.3% | 0.6% | -- |
| Home equity | 0.2% | 0.3% | 0.3% | 0.4% | -- |
| Credit card | 0.0% | 0.0% | 0.0% | 0.0% | -- |
| Other consumer | 0.1% | 0.1% | 0.3% | 2.8% | -- |
| Commercial & Industrial | 2.2% | 4.0% | 0.4% | 0.1% | -- |
| Commercial real estate | 1.8% | 2.6% | 0.2% | 0.7% | -- |
| Total loans | 2.8% | 5.7% | 0.4% | 1.6% | -- |